FORTY-NINTH ANNUAL REE OF THE-

Pennsylvania Kailroad Company

ROAD COMPANY.

Philadelphia, March 8, 1808; standing \$7,702,000. The Board of Directors submit herewith

a synopsis of their Forty-ninth Annual Report, for the year 1895:-

The gross earnings of the three grand divisions east of Pittsburg and Erie, embracing the Main Line, United Railroads of New Jersey, and Philadelphia and Erie Rail-

To which add: Interest from investments. ...\$4,611,087.40

Rental of equipment, &c..... 452,372.98 - 5,063,460,88

Gross Income\$25,179,982.79 Deduct: Rentals, leased and operated roads\$8,896,061.39 debt 4,163,775.40 Interest on mortgages and ground rents,

car trusts, taxes &c 1,589,713,62 - 14,649,550,41 Net Income\$10,530,432.38

From this amount the following deductions have been Payments a c-

count Sinking and Trust Funds, and guaranty of inerest on Al-Rallway bonds \$508,711.87 Extraordi n a r y

Amount transferred to credit of profit and loss for the

\$25,825,090,02

reduct amount of Interest on funded debt nocrued to Janunry 1, 1896, but not yet matured, from investments on same off in reduction of value of setioment of sun-

Balance to credit of profit and

ference between these two amounts, in ad- with a due regard for economy, and the largely due on the Northwestern system to the credit of the Fund. dition to which a reduction has been made local authorities properly co-operate toward the prosperous condition of the iron indus-In the value of some of the securities held reaching this result. by your company, and in settlement of old At the close of the year your Board than for any previous year in their hisaccounts, making a total charge of profit deemed it advisable to place under contract and loss of \$1,771,521.06, and leaving \$23,- several extensive improvements upon your

redemption of the Trust certificates issued at an estimated cost of \$700,000, whereby The Newport and Cincinnati Bridge Com for the purchase of the shares of the capi- the present sharp curvature between Lilly's pany also expended a large sum on the tal stock of the Philadelphia, Wilmington and Portage will be eliminated and a pract rebuilding and improvement of the bridge and Baltimore Railroad Company were not tically straight line substituted therefor; over the Ohio River at Cincionati. The able to purchase any of these certificates and, second, a revision of the line at a point masonry is entirely finished, and the ap-

OFFICE OF THE PENNSYLVANIA RAIL- purchased and cancelled to December 31, struction of a new tunnel nearly half a mile | new bridge, which will carry not only the | referred to, and the near maturity of a |

cember 31, 1895, is \$9,900,000.

Equipment Trust Gold Loan, there was crease in your equipment, contracts have ditions prevailing in the money market joyed by your Company that it was able read and Branches were ... \$54,627,178.72 paid to the trustee during 1805, for the been entered into for the construction of during the past year by selling \$3,000,000 place these bonds at a lower rate of interest Expenses 44,510,656.31 sinking fund, the sum of \$136,400. The about eight thousand cars for your system, of the consolidated mortgage bonds of the than that borne by any security which bonds at the price fixed in the lease, and remainder will be put in service during the Rallway Company held in the treasury of Company also joined the Allegheny Valle in accordance with the terms thereof the present year. tional equipment.

FUNDED DEBT.

ed for as follows:

Consolidated mortgage 814 per cent sterling bonds issued, Increase in mortgages and ground rents 52,674.73

CAPITAL STOCK. of that amount of the scrip dividend de crease of 89,491 tons.

clared in May, 1893. SECURITIES OF OTHER CORPORA-TIONS.

\$118,035,905.87. The direct revenue received lows: 1,895,962.45 as compared with 1894 being due to the Balance after above payments. \$8,634.469.93 generally reduced income from investments. upon their cost, and more than provided Net profit on Pennsylvania year 1895...... \$2,169,458.68 for the interest on your funded debt.
Previous amount to credit... 23,155,632.24 CAR TRUSTS.

CAR TRUSTS. No further issue of these securities were Earnings of Pittsburg, Cincin-

of matured. the Car-Trust system is 57,097.

Total amount of securities issued therefor\$30,644,000.00 Net profit on Pittsburg, Cin-Amount redeemed 25,112,000.00 cinnati, Chicago & St. Louis

Relance of certificates out-

year to charge up the amount of accrued Philadelphia, the purpose of which was Of this loss the Pennsylvania your company to the 1st of January following, or to take credit for the amount of income that matured upon securities held by business during the coming Summer. The Leaves a net profit on all lines your company on that date; but your Board work of elevating the tracks in the city of west of Pittsburg for 1895.. \$1,987,868.10 has now deemed it proper that both these Elizabeth, N. J., with the exception of one

mortgage of the company, \$324,780 were set of about five miles; the revision of the Harapart on the 1st day of of July last out of risburg, Portsmouth, Mt. Joy and Lancas- The larger portion of the expenditures the net income as a sinking fund for the ter Railroad, in the borough of Mt. Joy, for capital account on these lines was for redemption of the outstanding bonds se- whereby all the grade crossings at that additional equipment, to meet the demands ries of bonds to which the sinking fund was improvement of the alignment of the same for the through business. The main items applicable could be purchased under the road a few miles further west; and also of construction were the widening for terms of the Trust, and the amount was several minor changes in the valley of the double track of the tunnels on the Pittsplaced to the credit of the trustees for in- Juniata, on the Middle Division. The two burg Division of the Pittsburg, Cincinnati, vestment under the terms of the mortgage. There are \$4,307,956.91 in securities and Division are, first, on that portion of your of double track on the Western Division cosh in the fund for the redemption of road on the western slope of the Allegheny of the Pittsburg, Fort Wayne and Chicago Mountains, which virtually amounts to a Railway, and the revision of the line of the The trustees of the sinking fund for the rebuilding of more than four miles of road Cleveland and Marietta Railway.

redemption of the four and one-half per will require an outlay of nearly \$2,000,000 year. cent Collateral Trust Loan were not able and will be actively prosecuted during the to obtain any of these securities during the present year, should such a course be war- In view of the fact that a large amount est, and maturing fifty years from date year at the limit fixed in the agreement. ranted by the general condition of the man. of the bonds upon your Western lines bear- and thus secure the funds to me The amount of this loan outstanding De- ufacturing and commercial interests. The ing 7 per cent interest was approaching mareturning prosperity of the industries of the turity, it was deemed wise to take ad- and equipment purposes. It is a grat Under the provisions of the four per cent country having made advisable and in- vantage of the exceptionally favorable con-

whole amount has been invested in addi- The number of tons of freight moved on proceeds thereof for construction and its four per cent general mortgage bonds, the three grand divisions east of Pittsburg equipment purposes, and in anticipating, which \$4,000,000 were used by that Con and Erie in 1895 was 78,259,526, an increase as far as practicable, the payment of the pany to provide for the payment of a Ill The amount of funded debt, including of 13,581,832, or 21.00 per cent; the number obligations referred to. These bonds were amount of its seven and three-tenths per mortgages on real estate and ground rents, of passengers was 37,452,437, a decrease of Issued as of November 1, 1895, bearing cent bonds, maturing March 1st, 1896, an at the close of the year was \$87,658,910.72, 1,143,723, or 2.96 per cent. The average dis- 4 per cent interest, maturing fifty years the proceeds of the remaining \$1,000,00 being an increase of \$4,902,674.73, account- tance travelled by each passenger in 1895 from date, and are guaranteed, principal which were owned by your Company, we was nineteen miles, an increase of one mile, and interest, by the Pennsylvania Com- applied to your own capital requirement

The other large Railroad Companies east pany. of Pittsburg and Erie in which your Com- The number of tons of freight moved on tenths per cent bonds referred to, the £1,000,000, equivalent to.....\$4,850,000.00 pany is interested show increased earnings the lines west of Pittsburg was 55,155,249, Allegheny Valley Railway Company se throughout the year. Detailed statements passengers was 17,111,177, an increase of interest charges. In accordance with the Total\$4,902,674.73 of their operations will be found in their re- 332,361. pamphlet report of your Company. The west of Pittsburg for the year were \$132,- ment of these bonds, principal and interes The amount of capital stock outstanding total amount of coal mined during the year 720,801.66, operating expenses \$92,839,286.66 In pursuance of a policy which had reat the close of the year was \$129,301,550. by the four coal companies, in which you and net earnings \$39,861,525. There were ceived the careful consideration of you an increase of \$3,350, due to the conversion are interested, was 2,208,234 tons, a de- 160,410,144 tons of freight moved and Board, the London Joint Stock Bank, Lim

LINES WEST OF PITTSBURG. On the lines west of Pittsburg operated There has been paid the Managers of relations, was appointed your financial by the Pennsylvania Company and the the Trust created October 9th, 1878, by the agent in London, on March 27th, 1893 The entire cost of the securities of other Pittsburg, Cincinnati, Chicago & St. Louis Company, to December 31st, 1895, the sum Through the establishment of this agenc corporations now held by your company is Railway Company the result was as fol- of \$4,495,190.91. The total income there. the English shareholders now receive the

Dividends of 5 per cent...... 6,465,011.25 Notwithstanding this, these securities con- Leaving net earnings....... \$8,302,628.87 was appropriated to the Trust for the year of the transportation interests of the course tinued to produce nearly four per cent Rental, interest, etc 7,383,364.04 1895 the sum of \$87,216.87.

made during the year, and no series there. nati, Chicago & Sc. Louis Ry.\$18,135,126.11 mature October 1st, 1896, and the maturing tion has been formed, in the belief that Expenses 13,166,364.94

and branches, and charged to capital account of which your company has assumed count during the year was \$607,858.95, the direct obligations, or in which it is largely 1,771,621.06 expenditure being entirely for additional interested through ownership of securities. freight cars and real estate, all other ex- but which are operated through their own they would otherwise have to be met out of look for the potent agency to enable loss December 31, 1895. \$23,553,469.86 traordinary outlay on that portion of your organizations, are, the Cincinnati and Musproperty having, as already stated, been kingum Valley Railway; Waynesburg and The assets of the Insurance Fund on hand passage of the Interstate Commerce The preceding statements show that after charged against the general income of the Washington Railroad; Pittsburg, Chartiers at the end of the year were \$3,779,701.15, behaving provided for all the fixed liabilities of year. The amount expended in construcyour Company, and expending over \$1,300,- tion on branch and auxiliary lines was Marietta Railway; Grand Rapids and Indi-600 in improving its property, there remained \$1,836,741.23. The principal items of this ana Railroad, and roads operated through tinues to increase, the membership at the tion. the sum of \$8,634,469.93 out of which expenditure were the extension of double its organization; Toledo, Peorla and Westwere declared dividends of five per cent, tracks on the Pittsburg, Virginia & Charles. ern Railway; and the Terre Haute and Inleaving \$2,169,458.68 to be carried to the ton Railway, made necessary by the development of the members contributed \$641,849.12, while 21st, 1895. Mr. Houston's intimate

conditions your property will make fair reities for local freight traffic; and the conletter for local freight traffic fr It had not previously been the custom in stating your accounts at the end of the

profit shown above..... 2,209,950.67

These lines show a marked improvement

suring the past year. The total amount so near Greensburg, which involves the con-proaches are under construction, and the

1895, is, therefore, \$2,298,000, leaving out- in length, and will result in the saving of a rallway, but also furnish facilities for trol- large amount of bonds upon lines in which considerable distance as well as a material ley and wagon traffic, and for foot passen- you are largely interested, it was though The trustees of the sinking fund for the decrease in curvature. These improvements gers, will be completed during the present wise to sell £1,000,000 of your consolidate

FUNDED DEBT. the Pennsylvania Company, and use the Rallway Company in a sale of \$5,000,000

due to the general business improvement an increase of 11,235,771. The number of cures a reduction of \$132,000 in its annu-

spective annual reports, as well as in the The gross earnings of all lines east and erty, your Company guaranteed the pay 75,052,479 passengers carried. GENERAL REMARKS.

from has been \$5,549,955.07, and on that dividends on the same date as the Ameri

Co.'s lines...... \$319,264.83 for which it was created, has purchased by the general public. After careful con from time to time a portion of the bonds of sideration of the entire subject, an organ the American Steamship Company, which zation known as the Joint Traffic Association The total number of cars provided under Leaving net earnings...... \$4,968,761.17 interest periods. As there remains no substantial economies be enforced in Rental, interest, etc....... 3,678,075.33 property of that Company to provide for administration of the service, but stable the payment of these obligations, they will and uniformity of rafes secured to the p necessarily have to be charged against the lic, and the violent fluctuations preven Railway Company's lines... \$1,290,685.84 principal of the fund. This same policy is heing pursued as to the interest on the bonds clent time has not elapsed to thorough the company's lines... \$2,000,000 gr standing December 31, 1895 \$5,532,000.00 operated west of Pittsburg. \$2,200,950.67 of the Pennsylvania Canal Company, which test its working, yet enough has been The amount expended upon the main line The other lines west of Pittsburg, on acand branches, and charged to capital account of which your company has assumed payment of these large and practically unaccruing from the creation of the Trust, as the Interstate Commerce Con

vious year.

Interest in the Employes Rellef Fund conclose of the year, 36,432, being the largest Your Board have again to record the since its establishment. During the year of one of their most valued associated associat your Company and its affillated lines, in nection with the freight organization both passenger and freight traffic for the past few years continued during 1895, it would appear that under any reasonable conditions your property will make fair retwo weeks, and who were, therefore, no it especially appropriate that the I cluding interest and other small items, were through so many years Interest on bonds and other obligations of Which, deducted from the Salarce on Which, deducted from the hand at the beginning of the year, \$230,-600.23, made an aggregate of \$1,020,774.85, ship of the Trust Fund of October out of which \$254,298.64 were distributed as 1878, which has been filled by the sele death benefits, being an average in each holders. case of about \$575, and \$337,197.33, in cases Mr. Edmund Smith, formerly Vice-P amounts abould be taken into your accounts bridge, is completed, and the policy of as compared with 1894, each of the two of disability arising from sickness and acthe year. It will, therefore, be seen that there has been debited to profit and loss the sum of \$826,537.11, being the dif-

The number of employes who availed pany make it fitting that this trib the prosperous condition of the iron indus-iry. The tonnage and mileage were greater themselves of the benefits of the Employes' Mr. George V. Massey was appointed Main Line, among which may be noted the struction, equipment and real estate dug ing 1895 on the line at Kinzer's, on the lord tree provisions of the consolidated nortgage of the company, \$324,780 were set of about five miles; the revision of the Dark of the large of the large tree provisions of the company, \$324,780 were set of about five miles; the revision of the Dark of the large tree provisions of the company, \$324,780 were set of about five miles; the revision of the Dark of the large tree provisions of the company, \$324,780 were set of about five miles; the revision of the Dark of the large tree provisions of the large tree provisions of the company, \$324,780 were set of about five miles; the revision of the Dark of the large tree provisions of the large tree provisions of the company, \$324,780 were set of about five miles; the revision of the Dark of the large tree provisions of the large tree provisions of the company, \$324,780 were set of about five miles; the revision of the Dark of the large tree provisions of the large tree provisions of the company, \$324,780 were set of about five miles; the revision of the Dark of the large tree provisions of the large tree provisions of the company and the balance in the Fund, at the close of about five miles; the revision of the large tree provisions amount, \$1,500,000 have been invested in to the officers and employees for the i

On account of the favorable conditions discharged their duties during the cured by that mortgage. None of the se- point will be eliminated, together with an of the traffic and provide further facilities prevailing in the money market, already year. By order of the Board.

mortgage bonds, dated 1st July, 1805, bea ing three and one-half per cent inter By the funding of the seven and thr

agreement of reorganization of that proited, with which your Company has fo many years maintained intimate busine

try has been fully recognized, not only This Trust, in pursuance of the purpose those having the management thereof, h coupons on the entire issue at the regular through its instrumentality, not only coul

sults sought to be accomplished by Board of Managers, which has the ac

administration of the affairs of the ass

and devotion to the interests of the

ity and efficiency with which they

G. B. ROBERTS, Preside GENERAL BALANCE SHEET.

December 31st, 1895. DURING YEAR 1895. ASSETS—
Road and equipment.
Cost of road, including the cost of the Harrisburg,
Portsmouth, Mt. Joy and
Lancaster Railroad, rep-Increase. | Decrease. Lancaster Ramovers resented by the guaranteed capital stock and bonds of said company (\$1,882,550) Stenl estate \$40,973,221.87 al stock said \$54,614,179.67 20,142,993.19 \$324,353.00

a	THE RESERVE OF THE PARTY OF THE				
h				DURING YI	CAR 1805.
it		No. of the last		Increase.	Decrease
d	ASSETS- Equipment				A. C. C. C. C. C.
2-	Trust Gold		109 12 15		
8	Loan, Girard Life Insur- ance, Annulty		E LOW CO.	and the same	
2,	ance, Annulty and Trust		J. T. MUSSE	E Physical P	
t	Company,		E TOTAL	Total Control	
n	Trustee: Account				
1-	Penn, R. R. Co.,	STATE OF STREET		F 75 445 5	
1-	\$1,961,936.69			136,400.00	
0	Fenn. Co.,			102:00	
t	1,610,000.00 -3,571,936.69		Market H	140000	
t	Section of the second	43,645,158.56	\$118,402,331.42		
r	Securities-				
y.	Cost of. Stock of rallroad corpora-		REAL PROPERTY.	3503590	
#	tions	\$73,713,702.46		440,733.69	
ī	LIONS	33,628,955,77			\$418,156
1-	Stocks and honds of other				
9	A providence of the same of th	10,000,241.04	118,035,905.87		992,327
E.					1,450
d	Appraised value of securi-			+	25.200
0	receivable Appraised value of securities not disposed of, received with the lease of United New Jersey Rail-			To Street	
9	United New Jersey Rail- road and Canal Co		3,283,461,25	1.00	
5.	Current Assets.		0,200,302,20	2.00	
	Due for advances for con- struction and other pur-			2.036.518.72	
e	Electrical and a contract and a contract a	\$7,183,599.58		334,499.93	
	Bills receivable Due from agents and super-	000,110.81		327,460.19	
11	Bills receivable. Due from agents and super- intendents Miscellaneous assets Materials on hand Cash:	3,181,322.25		842 820 20	1,856,171
6	Materials on hand	8,021,430.90		040,022.00	
3-	Deposit of Al-		The control of		
	Deposit of Allegheny Val-	7 7 5			
ta	ley Railway Co. to redeem		111111111111		
7	lts 7.3 per cent bonds \$2,095,307.01			500000000000000000000000000000000000000	
T	Balance pro-		THE REAL PROPERTY.	70-58-00	
ŀ	solidated mort-		WAV DES	1221	
r	gage 314 per	The sale	Chicken Age		
8	gage 3½ per cent sterling bonds 3,976,692,99		1920 19-119	337	
ıl	Balances with London Joint Stock Bank,	No.		100	
5.	Stock Bank,	Maria San	333	100 TO 10	
Y	Limited, and others for pay-		1 8 1 A B	72 Non Engl	
r	ment of in-		3 3 7 3 4 5		
Ŀ	In hands of		35 45 1/3		
1-	Treasurer 6,639,404.84	14,786,989.64		8,619,560.14	
	Sinking Funds.		STATE OF THE STATE OF		
n	Pennsylvania Rallroad Con-	THE STREET	THE PERSON AS	0 1- 12 3	
le i	solidated Mort-		30,368,098.29	Part Part	
У	Fund \$5,339,800.00		00,000,000.20	824,780.00	
t	Less bonds re- deemed and			9 20 3/ 34	
-	cancelled 1,771,980.00		Con E 45 119		
-	Managers of Trust created		STATE OF THE PARTY	3 -18 - 3	
6	ated October 9, 1878	4,495,190.91	CONTRACTOR OF THE PARTY OF THE	74,340,88	
			8,000,010.01	mand made of	
ď	Insurance fund		10,000.00		
9	Totnl	, , , , , , , , , , , , , , , , , , , ,	\$278,265,807.74	\$10,277,880.23	To and the

the	Total\$278,265,807.74 \$10,277,880:23							
ility	GENERAL BALANCE SHEET. Cr.							
pub-		Decembe	r 31st, 1895.		N P. P. L.			
nted				Dunning and a				
lues				DURING YI	CAR 1895.			
ghly	LIABILITIES-			Increase.	Decrease.			
ac-	Capital stock		\$129,301,550.00	\$3,350.00				
to to	General mort-	100000	1893/83	200 B				
the	gage bonds, 6 per cent, due							
ion,	1910	\$19,997,820.00		Design to				
nust	mortgage bonds, 6 per		19 34 35	University of the second				
t to	cent, due 1905.\$27,480,020.00		138 AUG 1					
the	Consolidated mortgage		1000000	THE RESERVE				
Act.	bonds, 5 per		13 9 70 3					
nan- uted	Consolidated							
the	mortgage bonds, 4 per		181 11 11 11 11	A STATE OF THE STA				
tive	bonds, 4 per cent, due 1943, 3,000,000.00 Consol i d a t e d		Control of					
ela-	mortgage		12000		7 2 100			
loss	mortgage bonds, 3½ per cent, due 1945. 4,850,000.00	* 12.000 100.00		4,850,000.00				
ites,	Navy Yard mortgage bonds,	40,328,020.00	CATO BY					
une	5 per cent, due 1901 Collateral trust loan, 4½ per	1,000,000.00	Pri 12 0 0 0 0 1	6 00 BY				
con-	cent. due 1913	9,900,000.00	MALER BET					
irty	Equipment trust loan, 4 per cent, due 1914	2,728,000.00						
net-	P., W. & B. R. R. Co., stock trust certificates, 4 per			75000				
dis-	cent, due 1921	7,702,000.00		3/45/07/3				
iake	bonds, 4 per cent, due 1023.	2,000,000.00	F 15 (50)	CONTRACTOR OF THE PARTY OF THE				
pard	Mortgages and ground rents payable	4,003,070.72		52,674.73				
loss by	Cuarantood saguritles under		87,658,910.72					
ates	lease, Harrisburg, Ports- mouth, Mt. Joy and Lancas-		1.00	THE REAL PROPERTY.				
	ter R. R.	THE SECURITY SEC.		NU 6.33				
d a	Capital stock First mortgage 4 per cent		E BENEFIT	Y 25-17-1				
ltor-	bonds	700,000.00						
9th.	Appraised value of securities	100	1,882,550.00	2000000				
tion	not disposed of, received with the lease of United New Jersey Railroad and		S. Carlotte	A TRICK				
are-	New Jersey Railroad and		3,283,461.25	1.00				
resi-	CURRENT LIABILITIES-			The second second				
ered	Pay rolls and vouchers Net traffic, balances due other roads. Due controlled companies, other than traffic balances. Due Allegheny Valley Railway Company amount on deposit for redemption of the 73 ner cent bonds.	\$0,233,440.80		1,268,447.88				
o It	other roads	889,205.41		291,218.48				
the	other than traffic balances.	9,374,748.59			\$828,565.05			
with	way Company amount on			115 5 6 5 6				
om-	deposit for redemption of its 7.3 per cent bonds,		19850133	1911				
	March 1st, 1896 Due employes' Saving Fund.	2.0000.2007.001		2,095,307.01				
As- 895,	Tables Treatment Treatment Treatment				158,893.34			
the	and surplus accounts Due Insurance Fund	309,792.45 65,227.16		1,511.27	103,300.03			
Mr.	Interest accrued on Penn- sylvania Railroad Com-		1	THE STAY OF				
So-	pany bonds	1.637.276.86		1,637,276.86				
om-	and uncollected	53,026.92			24,853.90			
	Dividends uncollected by	48,385.89			23,505.62			
ents	shareholders	981,358.86	21,768,776.31	110,676.71				
idel-	SINKING FUNDS-		521559110392	A TOTAL STATE				
past	Sinking fund consolidated mortgage bonds, contribu-		19-119-51	120 6 5				
	mortgage bonds, contribu- tions to December 31st, 1805	339,800.00		824,780.00				
at.	Fund for purchase of security							
	ties guaranteed by the Pennsylvania Railror, Com- pany, under True, created	With the last of	The state of	- F - F -				
	pany, under Trun created October 9, 1878	4,582,407.78		87,216.87				
	Pennsylvania Company, pay-							
	ments for eased equipment	No. of Concession, Name of Street, or other Persons, Name of Street, or ot	A CONTRACTOR OF THE PARTY OF TH					

\$278,265,807.74 \$10,277,880.28 ROBT, W. SMITH, Treasurer, STOCKHOLDERS CAN OBTAIN COPIES OF THE REPORT IN PAMPHLET FORM BY PERSONAL APPLICATION OR BY LETTER TO THE SECRETARY, ROOM 271, BROAD STREET STATION, PHILADELPHIA.

10,817,089.60

23,553,469.86

80,500.00

91,910.59

897.837.02

483,000.00

dalance to credit of profit and loss.....